



Alabama Department of Economic And Community Affairs

GUY HUNT.
GOVERNOR

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ALABAMA CDBG INTERGOVERNMENTAL POLICY LETTER NUMBER 12

TO: Persons Interested in State CDBG Program

FROM: Don C. Hines, PhD., Chief,
Planning and Economic Development Division

POLICY ON APPLICABILITY OF ADMINISTRATIVE AND ENGINEERING COSTS WHEN CDBG PROJECTS DO NOT MATERIALIZE

For those grantees who receive CDBG funds from FY 1987 and any other year thereafter, the following policy is established regarding applicability of administrative and engineering expenses:

If for any reason a project does not materialize as funded, and no benefits are achieved, the grantee will not be eligible to receive funds for administrative or engineering costs. Any CDBG funds which may have already been drawn down for these purposes must be reimbursed to the state.

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